MCDONNELL DOUGLAS

McDonnell Douglas Realty Company

March 18, 1997 MDRC-SMS-022 Transmitted Via Federal Express

Mr. Bob Brendza Industrial Development Manager Burlington Northern/Santa Fe Railway 740 S. Carnegie Drive San Bernardino, California 92408-3571

RE: McDonnell Douglas Property: Western Avenue/203th Street, Torrance, CA.

Dear Mr. Brendza:

I sincerely appreciated the opportunity to discuss with you our November 13, 1996 letter. As we discussed, it is McDonnell Douglas Realty Company's ("MDRC") understanding that a rail line spur on the MDRC property (which is serviced by the Burlington Northern/Santa Fe line from Western Avenue) has not been accessed or utilized by any party for a period of more than two (2) years. It is also MDRC's understanding that based upon a review of its records, Burlington Northern/Santa Fe has concluded that the spur in question has not been accessed or utilized by any party for a period of more than two (2) years.

Bob, please confirm the foregoing by signing in the space provided below and returning this letter to the undersigned. Thank you for your assistance in this matter.

Sincerely,

S. Mario Stavale Project Manager

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AGREED AND CONCUR

By: Rob Brendza

Title: Industrial Development Manager

Date: 3/20/97